

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 1330-01
Bill No.: HB 557
Subject: Retirement - State Retirement Systems and Benefits - General; State Employees
Type: Original
Date: March 5, 2003

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2004	FY 2005	FY 2006
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2004	FY 2005	FY 2006
Highway Funds	(\$0 to Unknown)	(\$0 to Unknown)	(\$0 to Unknown)
Total Estimated Net Effect on Other State Funds	(\$0 to Unknown)*	(\$0 to Unknown)*	(\$0 to Unknown)*

*** An actuarial cost statement has not been completed for the Highway Employees' and Patrol Retirement System.**

Numbers within parentheses: () indicate costs or losses.

This fiscal note contains 4 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2004	FY 2005	FY 2006
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2004	FY 2005	FY 2006
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

The **Joint Committee on Public Employee Retirement (JCPER)** has reviewed this proposal and has determined an actuarial study is not needed under the provisions of section 105.660, subdivision (5).

Officials from **Missouri State Employees' Retirement System** assume there will be no fiscal impact to their agency.

Officials from the **Highway Employees' and Patrol Retirement System** assume to fully determine the fiscal impact of this proposal an actuarial cost statement would be required. The actuary was unable to complete an analysis of the fiscal impact of this legislation, therefore, they are unable to provide a cost estimate at this time.

<u>FISCAL IMPACT - State Government</u>	FY 2004 (10 Mo.)	FY 2005	FY 2006
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HIGHWAY FUND

<u>Cost</u> - Increase in Contributions to HRS	(\$0 to Unknown)	(\$0 to Unknown)	(\$0 to Unknown)
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ESTIMATED NET EFFECT ON HIGHWAY FUND	<u>(\$0 to Unknown)</u>	<u>(\$0 to Unknown)</u>	<u>(\$0 to Unknown)</u>
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*** An actuarial cost statement has not been completed for the Highway Employees' and Patrol Retirement System**

<u>FISCAL IMPACT - Local Government</u>	FY 2004 (10 Mo.)	FY 2005	FY 2006
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

DESCRIPTION

This bill revises provisions pertaining to credited service for unused sick leave accumulated by members under the Highways and Transportation Employees' and Highway Patrol Retirement System (HTEHPRS), the Missouri State Employees' Retirement System (MOSERS), and the Missouri State Employees' Retirement System, Year 2000 Plan (MSEP 2000).

The bill repeals a provision which prohibits members of HTEHPRS and MOSERS from using credited sick leave to reach the required time for vesting.

The bill allows members retiring under HTEHPRS to use sick leave accruals to meet service requirements for normal retirement eligibility under the Year 2000 Plan.

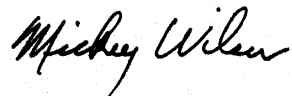
Finally, the bill also prohibits members under MSEP 2000 from using credited sick leave for determining eligibility for retirement.

DESCRIPTION (continued)

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Joint Committee on Public Employee Retirement
Missouri State Employees' Retirement System
Department of Transportation
Highway Employees and Patrol Retirement System
Missouri State Highway Patrol



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Director
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